



PORTION DESCRIPTIONS

FROM THE

APRIL 14, 1999

MINERAL LEASE SALE

PORTION DESCRIPTIONS - APRIL 14, 1999

PORTION OF TRACT 31732 - PORTION OF BLOCK 2, EUGENE ISLAND AREA, REVISED, Iberia Parish, Louisiana

That portion of Block 2, Eugene Island Area, Revised, Iberia Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, described as follows: Beginning at a point on the South line of Block 2, Eugene Island Area, Revised, having Coordinates of X = 1,857,289.48 and Y = 284,391.169; thence North 781.11 feet to a point having Coordinates of X = 1,857,289.48 and Y = 285,172.27; thence North 49 degrees 12 minutes 22 seconds West 5,272.08 feet to a point having Coordinates of X = 1,853,298.17 and Y = 288,616.72; thence West 840.65 feet to a point having Coordinates of X = 1,852,457.52 and Y = 288,616.72; thence South 4,225.56 feet to the South line of said Block 2 having Coordinates of X = 1,852,457.52 and Y = 284,391.16; thence East 4,831.96 feet to the point of beginning, containing approximately 310.92 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above tract is located in an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: The above described tract is in the vicinity of existing shell reefs where drilling and dredging operations must be conducted in strict conformity with the regulations adopted by the Louisiana Department of Wildlife and Fisheries and/or the U.S. Corps of Engineers.

NOTE: A portion of this Tract lies within one nautical mile of the boundary of the Russell Sage or Marsh Island Wildlife Refuge and Game Preserve. Any activities which pose potential environmental impacts to Marsh Island Refuge will require prior coordination and approval of the Louisiana Department of Wildlife and Fisheries.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31734 - PORTION OF BLOCK 7, EUGENE ISLAND AREA, REVISED, Iberia Parish, Louisiana

That portion of Block 7, Eugene Island Area, Revised, Iberia Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, described as follows: Beginning at the Northwest corner of State Lease No. 16192 located on the North line of Block 7, Eugene Island Area, Revised, having Coordinates of X = 1,853,583.57 and Y = 284,391.16; thence South 3,157.23 feet on the West line of said State Lease No. 16192 to a point having Coordinates of X = 1,853,583.57 and Y = 281,233.92; thence West 1,126.05 feet to a point having Coordinates of X = 1,852,457.52 and Y = 281,233.92; thence North 3,157.23 feet to a point on the North line of said Block 7, having Coordinates of X = 1,852,457.52 and Y = 284,391.16; thence East 1,126.05 feet on the North line of said Block 7 to the point of beginning, containing approximately 81.62 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above tract is located in an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: The above described tract is in the vicinity of existing shell reefs where drilling and dredging operations must be conducted in strict conformity with the regulations adopted by the Louisiana Department of Wildlife and Fisheries and/or the U.S. Corps of Engineers.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31742 - PORTION OF BLOCK 10, EUGENE ISLAND AREA, REVISED, Iberia Parish, Louisiana

That portion of Block 10, Eugene Island Area, Revised, Iberia Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, described as follows: Beginning at a point within Block 10, Eugene Island Area, Revised, being the Northeast corner of State Lease No. 15414, also located on the West boundary of State Lease No. 16415 having Coordinates of X = 1,857,289.48 and Y = 265,209.45; thence North 3,741.24 feet along the West boundary of said State Lease No. 16415 to a point having Coordinates of X = 1,857,289.48 and Y = 268,950.69; thence South 60 degrees 15 minutes 34 seconds West 3,773.68 feet to a point having Coordinates of X = 1,854,012.87 and Y = 267,078.67; thence South 1,869.22 feet to a point on the North boundary of State Lease No. 15414 having Coordinates of X = 1,854,012.87 and Y = 265,209.45; thence East 3,276.61 feet along the North boundary of said State Lease No. 15414 to the point of beginning, containing approximately 211.01 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above tract is located in an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: The above described tract is in the vicinity of existing shell reefs where drilling and dredging operations must be conducted in strict conformity with the regulations adopted by the Louisiana Department of Wildlife and Fisheries and/or the U.S. Corps of Engineers.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31743 - PORTION OF BLOCK 10, EUGENE ISLAND AREA, REVISED, Iberia Parish, Louisiana

That portion of Block 10, Eugene Island Area, Revised, Iberia Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, described as follows: Beginning at a point on the North line of Block 10, Eugene Island Area, Revised, having Coordinates of X = 1,857,289.48 and Y = 269,892.58; thence East 2,077.90 feet along the North line of said Block 10 to a point having Coordinates of X = 1,859,367.38 and Y = 269,892.58; thence South 3,590.00 feet to a point having Coordinates of X = 1,859,367.38 and Y = 266,302.58; thence East 1,699.68 feet to a point having Coordinates of X = 1,861,067.06 and Y = 266,302.58; thence South 3,120.98 feet to a point having Coordinates of X = 1,861,067.06 and Y = 263,181.60; thence Northwesterly on an arc having a radius of 18,240.60 feet and a center at X = 1,872,418 and Y = 277,460 to a point having Coordinates of X = 1,858,534 and Y = 265,630; thence Southwesterly on an arc having a

radius of 18,240.60 feet and a center at X = 1,843,467 and Y = 275,912 to a point having Coordinates of X = 1,857,289.48 and Y = 264,009.45, also being the Southeast corner of State Lease No. 15414; thence North 1,200.00 feet on the East line of said State Lease No. 15414 to its Northeast corner having Coordinates of X = 1,857,289.48 and Y = 265,209.45, also being the Southeast corner of State Lease No. 16414; thence North 3,741.24 feet on the East line of said State Lease No. 16414 to its Northeast corner having Coordinates of X = 1,857,289.48 and Y = 268,950.69; thence North 941.89 feet to the point of beginning, containing approximately 329.41 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources, **LESS AND EXCEPT** that portion thereof, if any, which is more than three nautical miles from the coast line as determined by the Report of the Special Master in the litigation in the Supreme Court of the United States styled United States v. State of Louisiana et al No. 9 Original, said three mile line as set out in the June, 1975, decree of the Supreme Court. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above tract is located in an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: The above described tract is in the vicinity of existing shell reefs where drilling and dredging operations must be conducted in strict conformity with the regulations adopted by the Louisiana Department of Wildlife and Fisheries and/or the U.S. Corps of Engineers.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31748 - PORTION OF BLOCK 3, EUGENE ISLAND AREA, REVISED, Iberia Parish, Louisiana

That portion of Block 3, Eugene Island Area, Revised, Iberia Parish, Louisiana, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, described as follows: Beginning at the Northeast corner of State Lease No. 16278 having Coordinates of X = 1,872,311.64 and Y = 294,134.00; thence East 2,000.00 feet to a point having Coordinates of X = 1,874,311.64 and Y = 294,134.00; thence South 7,743.00 feet to a point on the having Coordinates of X = 1,874,311.64 and Y = 286,391.00; thence West 2,000.00 feet to a point on the East line of State Lease No. 16189 having Coordinates of X = 1,872,311.64 and Y = 286,391.00; thence North 1,100.16 feet along the East line of said State Lease No. 16189 to its Northeast corner, also being the Southeast corner of State Lease No. 16191 having Coordinates of X = 1,872,311.64 and Y = 287,491.16; thence North 3,542.84 feet along the East line of said State Lease No. 16191 to its Northeast corner, also being the Southeast corner of State Lease No. 16278 having Coordinates of X = 1,872,311.64 and Y = 291,034.00; thence North 3,100.00 feet along the East line of said State Lease No. 16278 to the point of beginning, containing approximately 355.50, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above tract is located in an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: The above described tract is in the vicinity of existing shell reefs where drilling and dredging operations must be conducted in strict conformity with the regulations adopted by the Louisiana Department of Wildlife and Fisheries and/or the U.S. Corps of Engineers.

NOTE: A portion of this Tract lies within one nautical mile of the boundary of the Russell Sage or Marsh Island Wildlife Refuge and Game Preserve. Any activities which pose potential environmental impacts to Marsh Island Refuge will require prior coordination and approval of the Louisiana Department of Wildlife and Fisheries.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources and the Louisiana Department of Wildlife and Fisheries, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources and the Louisiana Department of Wildlife and Fisheries, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31759 - Calcasieu Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of Bayou Choupique, and all other water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, owned by and not under mineral lease from the State of Louisiana on April 14, 1999, situated in Calcasieu Parish, Louisiana, within the following described boundaries: Being bounded upstream by a line having a Northeasterly direction and defined by the following sets of Coordinates: X = 1,346,221.39, Y = 526,286.16 and X = 1,346,221.56, Y = 526,461.43; and bounded downstream by a line having a Northwesterly direction and defined by the following sets of Coordinates: X = 1,350,457.37, Y = 526,857.40 and X = 1,350,226.04, Y = 526,861.77, containing approximately 25.533 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

PORTION OF TRACT 31759 - Calcasieu Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of Bayou Choupique, and all other water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, owned by and not under mineral lease from the State of Louisiana on April 14, 1999, situated in Calcasieu Parish, Louisiana, within the following described boundaries: Being bounded upstream by an East-West line having a Coordinate of Y = 534,000.00 and bounded downstream by a North-South line having a Coordinate of X = 1,344,000.00, containing approximately 30 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

PORTION OF TRACT 31768 - Lafayette and Vermilion Parishes, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, owned by and not under mineral lease from the State of Louisiana on April 14, 1999, situated in Lafayette and Vermilion Parishes, Louisiana, within the following described boundaries: Beginning at a point having Coordinates of X = 1,772,496.23 and Y = 506,327.18; thence West 13,000.00 feet to a point having Coordinates of X = 1,759,496.23 and Y = 506,327.18; thence North 12,910.46 feet to a point having Coordinates of X = 1,759,496.23 and Y = 519,237.64; thence East 13,000.00 feet to a point having Coordinates of X = 1,772,496.23 and Y = 519,237.64; thence South 12,910.46 feet to the point of beginning, containing approximately 50 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

PORTION OF TRACT 31786 - PORTION OF BLOCK 32, MAIN PASS AREA, REVISED, Plaquemines Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands

formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, situated in Plaquemines Parish, Louisiana, and more particularly described as follows: Beginning at a point on the West boundary of State Lease No. 1958, as amended, having Coordinates of X = 2,611,450.00 and Y = 301,580.00; thence South 2,600.00 feet along the West boundary of said State Lease No. 1958 to a point having Coordinates of X = 2,611,450.00 and Y = 298,980.00; thence West 4,020.00 feet to a point having Coordinates of X = 2,607,430.00 and Y = 298,980.00; thence North 2,600.00 feet to a point having Coordinates of X = 2,607,430.00 and Y = 301,580.00; thence East 2,020.00 feet to a point on the West boundary of said State Lease No. 1958 having Coordinates of X = 2,609,450.00 and Y = 301,580.00; thence East 2,000.00 feet to the point of beginning, containing approximately 239.94 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31787 - PORTION OF BLOCK 22, MAIN PASS AREA, REVISED, Plaquemines Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, situated in Plaquemines Parish, Louisiana, and more particularly described as follows: Beginning at a point on the South line of Block 22, Main Pass Area, Revised, also being the Southwest corner of State Lease No. 16431 having Coordinates of X = 2,613,225.00 and Y = 322,330.00; thence West 5,800.00 feet along said South line to a point having Coordinates of X = 2,607,425.00 and Y = 322,330.00; thence North 6,550.00 feet to a point having Coordinates of X = 2,607,425.00 and Y = 328,880.00; thence North 45 degrees 59 minutes 32 seconds East 4,727.16 feet to a point having Coordinates of X = 2,610,824.99 and Y = 332,164.22; thence East 2,400.01 feet to a point having Coordinates of X = 2,613,225.00 and Y = 332,164.22; thence South 734.22 feet to the most Northerly corner of said State Lease No. 16431 having Coordinates of X = 2,613,225.00 and Y = 331,430.00; thence South 9,100.00 feet along the West line of said State Lease No. 16431 to the point of beginning, containing approximately 1,181.25 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31788 - PORTION OF BLOCK 22, MAIN PASS AREA, REVISED, Plaquemines Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, situated in

Plaquemines Parish, Louisiana, and more particularly described as follows: Beginning at a point on the South line of Block 22, Main Pass Area, Revised, also being the Southeast corner of State Lease No. 16430 having Coordinates of X = 2,613,225.00 and Y = 322,330.00; thence North 9,100.00 feet along the East line of said State Lease No. 16430 to a point having Coordinates of X = 2,613,225.00 and Y = 331,430.00; thence South 36 degrees 16 minutes 18 seconds East 8,620.47 feet to a point having Coordinates of X = 2,618,325.00 and Y = 324,480.00; thence South 50 degrees 24 minutes 43 seconds West 3,373.79 feet to a point on the South line of said Block 22 having Coordinates of X = 2,615,725.00 and Y = 322,330.00; thence West 2,500.00 feet along said South line to the point of beginning, containing approximately 594.41 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31789 - PORTION OF BLOCK 25, MAIN PASS AREA, REVISED, Plaquemines Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, situated in Plaquemines Parish, Louisiana, and more particularly described as follows: Beginning at a point on the North line of Block 25, Main Pass Area, Revised, having Coordinates of X = 2,608,050.00 and Y = 322,330.00; thence East 3,800.00 feet along said North line of said Block 25 to a point having Coordinates of X = 2,611,850.00 and Y = 322,330.00; thence South 53 degrees 54 minutes 06 seconds East 7,425.67 feet to a point having Coordinates of X = 2,617,850.00 and Y = 317,955.00; thence South 40 degrees 54 minutes 52 seconds West 3,969.89 feet to a point on the North line of State Lease No. 15541; thence West 700.00 feet along the North line of said State Lease No. 15541 to its Northwest corner which lies on the East line of State Lease No. 14124 having Coordinates of X = 2,614,550.00 and Y = 314,955.00; thence along the boundary of said State Lease No. 14124 the following courses: North 775.00 feet, West 2,500.00 feet and South 775.00 feet to a point having Coordinates of X = 2,612,050.00 and Y = 314,955.00; thence North 28 degrees 28 minutes 27 seconds West 8,389.91 feet to the point of beginning, containing approximately 885.27 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31790 - PORTION OF BLOCK 32, BRETON SOUND AREA, Plaquemines Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of

Louisiana and not under mineral lease on April 14, 1999, situated in Plaquemines Parish, Louisiana, and more particularly described as follows: Beginning at a point within Block 32, Breton Sound Area, also being a point on the East line of State Lease No. 1227, as amended, having Coordinates of X = 2,646,600.00 and Y = 327,517.50; thence North 3,500.00 feet along the East line of said State Lease No. 1227 to a point having Coordinates of X = 2,646,600.00 and Y = 331,017.50; thence South 64 degrees 05 minutes 37 seconds East 3,891.02 feet to a point on the East line of said Block 32 having Coordinates of X = 2,650,100.00 and Y = 329,317.50; thence South 1,800.00 feet along said East line of said Block 32 to a point having Coordinates of X = 2,650,100.00 and Y = 327,517.50; thence West 3,500.00 feet to the point of beginning, containing approximately 212.93 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

PORTION OF TRACT 31792 - PORTION OF BLOCK 31, BRETON SOUND AREA, Plaquemines Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on April 14, 1999, situated in Plaquemines Parish, Louisiana, and more particularly described as follows: Beginning at a point being the Northeast corner of Block 31, Breton Sound Area, having Coordinates of X = 2,664,850.00 and Y = 337,080.00; thence South 5,000.00 feet along the East line of said Block 31 to a point having Coordinates of X = 2,664,850.00 and Y = 332,080.00; thence West 2,800.00 feet to a point having Coordinates of X = 2,662,050.00 and Y = 332,080.00; thence North 5,000.00 feet to a point on the North line of said Block 31 having Coordinates of X = 2,662,050.00 and Y = 337,080.00; thence East 2,800.00 feet along said North line of said Block 31 to the point of beginning, containing approximately 321.40 acres, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above tract is located in an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: It appears according to our records that a portion of this tract is located within the restrictive safety fairway area as set out by the Corps of Engineers, U.S. Army.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.